

Ms. Mary L.Cottrell, Secretary
Department of Telecommunications & Energy
1 South Station, Suite 4 East
Boston, Massachusetts 02110

September 15, 2006

RE: **D.T.E. 06-GAF-P5**

KeySpan 2005-2006 Peak Gas Cost and LDAF Reconciliation

Dear Ms. Cottrell:

In accordance with its Cost of Gas Adjustment Clause, M.D.T.E. No. 1, KeySpan Energy Delivery New England (the "Company") hereby submits its Consolidated Peak Gas-Cost Reconciliation filing for the period November 2005 through April 2006. The Company is also submitting today under separate cover a copy of the confidential and redacted gas cost invoices for the period November 2005 through April 2006.

The attached schedules detail, by account, the CGA reconciliation for the 2005-2006 Peak Period. The attachments are as follows:

Attachment A: Summary of Peak Gas Cost Reconciliation as of April 2006.

Attachment B: KeySpan Peak Gas Cost Reconciliation for November 2005 – April 2006.

The attached schedules also detail, by account, the annual LDAF reconciliation. The attachments are as follows:

Attachment C: Summary of Annual LDAF Reconciliation as of April 2006.

Attachment D: KeySpan Annual LDAF Reconciliation for May 2005 – October 2005

Attachment E: KeySpan Annual LDAF Reconciliation for November 2005 – April 2006.

In summary, the Company requests approval for the reconciled amounts for accounts 175.20, 175.52, 175.56, 175.50, 175.60, 142.20, and 142.52 as detailed in the attached schedules. These reconciled amounts are included in the Company's 2006-2007 Peak period GAF. The Company also requests approval for the reconciled amounts for accounts 175.22, 175.26, 175.31, 175.34, 175.35, 175.36, 175.38, 175.42, 175.48, 175.49, 175.85, 142.22, 142.26, 142.31, 142.42, 142.48 as detailed in the attached schedules. These amounts are included in the company's 2006-07 LDAF.

Please do not hesitate to call should you have any questions. I can be reached at (781) 466-5407.

Sincerely,

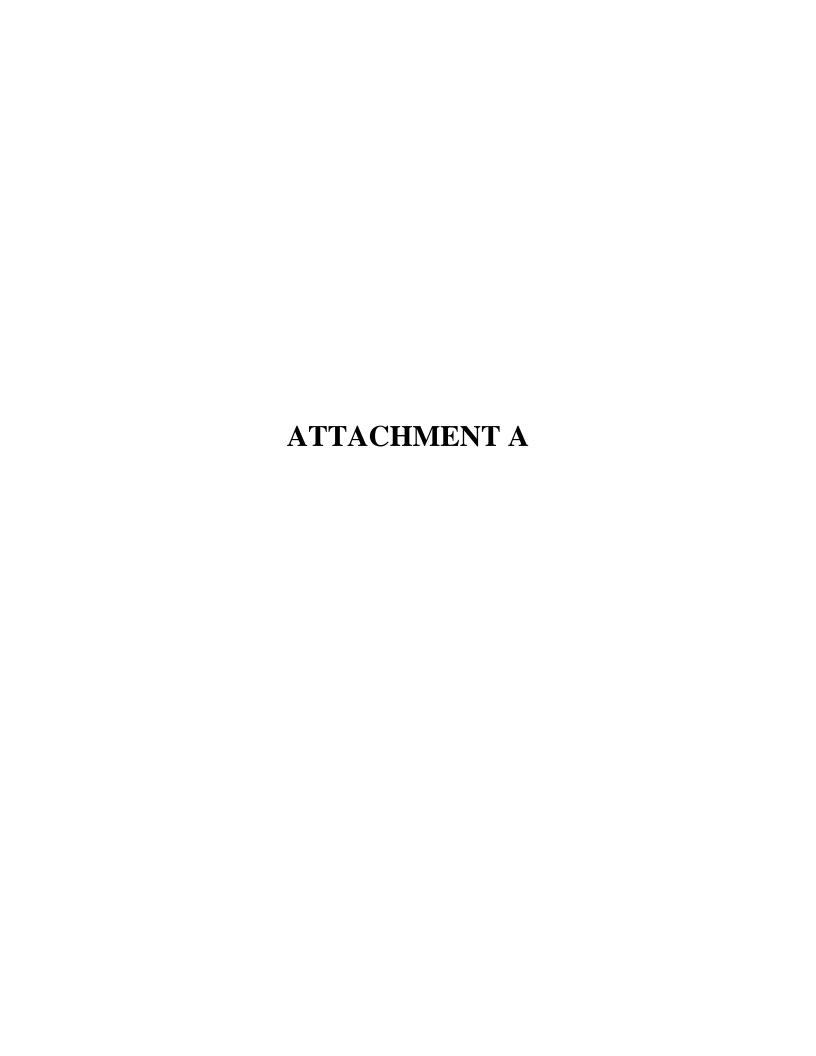
Ann E. Leary Manager, Rates

cc: G. Yiankos, Director Gas Division

C. Pieper, Hearing Officer

A. Cochis, Asst. Attorney General

R. Sydney, Division of Energy Resources



ATTACHMENT B

ATTACHMENT C

ATTACHMENT D

ATTACHMENT E

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